Third Draft 19 March 1958

PROPOSED REDRAFT OF DCID 15/1

PRODUCTION AND CCORDINATION OF FOREIGN ECONOMIC INTELLIGENCE

Forsuant to the provisions of NSCID Nos. 1 and 3, and-15 and for the purposes of strengthening the overall governmental intelligence attructure for and of insuring the effective production and econdination of foreign economic intelligence relating to the maticipal security, the following policies and operating procedures are hereby established:

A. Policies

carrying out their foreign economic intelligence activities and responsibilities, and in order to effect a-better appropriate coordination in the production and exchange of foreign economic intelligence, the interested departments and agencies will shall apply the following basic principles:

- a. No complete separation of interests is possible or mesessarily desirable in economic intelligence activities.
- b. Full and free interchange of all pertinent information, finished intelligence, and schedules of research programs, including external research, between among interested departments and agencies concerned is essential.
- c. No one <u>department</u> or agency is considered to be the manufactured indisputable authority in any field, eenclusions

d. Each-agency-will-be-responsible-for-fulfilling-for departmental-requirements-for-economic-intelligence,-it-will give-full-recognition-to-the-finished-intelligence-produced-by asker-agence Each department or agency, taking full cognizance of the facilities of the other agencies, shall maintain adequate economic intelligence research facilities to accomplish its departmental intelligence production mission and to provide such additional economic intelligence within its field of primary responsibilities as may be necessary to satisfy other requirements relating to the national security. Any department or agency may make such studies as it believes necessary to supplement the intelligence produced by other departments and agencies. However, basic research studies should not normally be undertaken or disseminated outside the producing agency without consultation with the department or agency having primary responsibility for the subject matter involved.

r se (For consistency

with para. 6, NSCID 3.)

e. Each-intelligence-agency-will-endeaver-te-seerdinate
the-intelligence-activities-ef-its-Technical-Services-and-its
ether-facilities-having-economic-intelligence-production
eapabilities The IAC component of each department or agency
having Technical Services or other facilities with intelligence production capabilities shall endeavor to coordinate
the intelligence activities of such Service or facilities
with the work of the IAC intelligence agencies and to make

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available to those agencies the intelligence produced by

such Services and facilities.

- 2. Allocation of Primary Production Responsibilities
- a. The following division of interests shall serve as a general delineation of primary responsibilities for the production of economic intelligence of common concern:

(To provide a clarifying lead—in to the allocation of responsibilities

as (1) Production of military-economic intelligence on all foreign countries, including by way of illustration intelligence on military requirements, military material production, shipbuilding and ship movements, logistic capabilities, economic-vulnerabilities-te-all-forms-of-military attacky-and-target-system-analysis-(including-specific locationy-physical-vulnerabilityy-and-supplementary-studies as-required); and particular aspects of economic strength or weakness directly related to military capabilities, is the responsibility of the Departments of the-Department-of Defense Army, Navy, and Air Force.

(Modified version of Air Force suggestion.)

- b=(2) Production of intelligence on all foreign countries on economic-deetrines, political and social aspects of economic organizations and institutions such as trade unions, and on the relationships between political and economic policies, is the responsibility of the Department of State.
 - e.(3) Production of all economic intelligence on the

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Sino-Soviet Bloc¹ is the responsibility of the Central Intelligence Agency except as indicated herein. In addition, it will provide as a service of common concern economic cost studies of Bloc military programs and will supplement the intelligence produced by other agencies by conducting such independent analyses and studies as may be necessary to produce integrated economic intelligence on the Bloc.

dw(4) Production of all economic intelligence on foreign countries outside the Sino-Soviet Bloc is the responsibility of the Department of State except as indicated in paragraph 2a.

production responsibilities, there will-be are areas of common or overlapping interest (including, for example, Sino-Soviet Bloc economic policies and doctrines, East-West trade, Sino-Soviet Bloc economic activities in non-Bloc areas, and inland transportation) which will require continuing interagency departmental liaison and cooperation.

for National Intelligence Surveys (NIS) are not changed by this directive even though such allocations may, in some instances, be at variance with department or agency responsibilities specified in paragraphs 2.a.y-b-y-e-y-and-d- However, the EIC will-from

^{1.} As used herein, "Sino-Soviet Bloc" includes USSR, Communist China, North Korea, North Vietnam, Albania, Bulgaria, Czechoslovakia, Hungary, Foland, Rumania, and Soviet occupied portions of Germany. and Austria, and Germanist-dominated-portions-of-Korea-and-Indo-China-



time-te-time may, on occasion, examine such allocations and after consulting-with-the-NIS-Committee-will make appropriate recommendations to the NIS Committee.

3. Responsibility for Economic Intelligence Coordination

a. To assist the Gentral-Intelligence-Agency Director of

Central Intelligence in carrying out its his responsibilities with
respect to coordination, the Economic Intelligence Committee (EIC)

of the IAC will-centinue-te-perform-the-functions-outlined-in

IAC-D-22/1-(Revised),-29-May-1951- shall: Further,-the-EIC-will
be-responsible-fer-(1)-reviewing

(The DCI has this responsibility as indicated in para. of the IAC recommended revision of NSCID 1.)

(1) Review from time to time the divisions of responsibility assigned indicated herein, (2) determining how the provisions of this directive apply, particularly in areas of common or overlapping interest, and (3) recommending to the IAC appropriate changes in the allegations divisions of responsibility assigned indicated herein.

(Taken directly from para. 3a of DCID 15/1.)

(2) Periodically survey the facilities and arrangements available to support the production of foreign economic intelligence relating to the national security and make recommendations to the IAC concerning such improvements as may require IAC action.

(This covers paras. 3e and f of the KIC Terms of Ref. and para. 19 of IAC recommended revision of K3CID 1. This is consistent with EIC practice.)

b.(1) In order to minimize the duplication of effort and expense (1)-the-RIG-will, prepare and circulate consolidated periodic lists of the-economic intelligence studies and related research being conducted within the Government on the economics of foreign areas. within-the

(Taken directly from para. 3b of DCID 15/1. This and para. 3a(2) above cover para. 3c of EIC Terms of Reference.)

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Substitution for paragraph 3a(3), pages 5 and 6

effort and expense: (1)-the-EIG-will, prepare and circulate consolidated periodic lists of the-essence intelligence studies and related research being conducted within the Government on the economies of foreign areas; within-the intelligence-agencies-and-(2) and review external research and related involving more than \$5,000 and sponsored by departments or agencies in support of economic intelligence production. Departments and agencies shall submit descriptions of the scope of such projects to the EIC and the EIC will shall endeavor to present its recommendations in advance of final approval by the contracting department or agency. In its periodic reports to the IAC, the EIC will shall include a summary of actions on these projects.

(Taken directly from para. 3b of DCID 15/1. This and para. 3a(2) above cover para. 3c of EIC Terms of Reference.)

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spensoring external research projects, involving more than \$5,000, in support of economic intelligence production will shall submit descriptions of the scope of such projects to the EIC for review. The EIC will shall endeavor to present its recommendations in advance of final approval by the contracting department or agency. In its periodic reports to the IAC, the EIC will shall include a summary of actions on these projects.

- (4) Review the needs for foreign economic research and analysis of importance to the national security, and develop ways in which recognized deficiencies could be corrected.
- (5) Make such special reviews of economic intelligence collection requirements and of the distribution and processing of economic intelligence information as may appear useful, and develop ways in which improvements could be made.
- (6) Ensure that, on intelligence matters affecting the national security, the intelligence community is supported by the full economic knowledge and technical talent available in the Government.
- (7) Produce, as appropriate, interdepartmental economic intelligence on subjects which transcend the competency of a single department or agency. Arrange, as appropriate, for the coordination of individual IAC agency

(Together with par 3a(5) below this covers paras. 3d & of RIC Terms of Re and para. 14 of IA recommended revisi of NECID 1. Changmade to clarify meaning.)

(Taken in part free para. 3g of EIC Terms of Ref. Changes in wording conform to EIC practice.)

(Covers para. 3a in EIC Terms of Ref. and para. 13 of IAC approved revision of NSCID 1.)

(First sentence is consistent with para. 4 of NSCID 3. Second sentence conforms to EIC practice.)

reports deemed of sufficient national security importance to warrant the solicitation of concurrences from the other IAC agencies or comments from other EIC agencies.

b. The Central Intelligence Agency the intelligence
components of the Departments of State, Army, Navy, and Air Force,
and of the Joint Staff (JCS) shall furnish one member and an
alternate to the EIC. Any other department or agency whose
interest or competence may be relevant to the particular problems
ander consideration may also be invited to participate in the
ork of the EIC. The representative from the Central Intelligence
agency shall serve as Chairman, and the Central Intelligence Agency
shall provide the Secretariat.

(Covers paras. 1 and 2 of EIC Terms of Reference.)

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- c. In carrying out its responsibilities, the EIC shall set up uch subcommittees and working groups as may be judged necessary.
- d. Any matter may be referred to the IAC at the request of any member department or agency.

(Taken directly from para. 4 of EIC Terms of Ref.)

(Taken from pare. 5 of EIC Terms of Reference.)

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